# GOVERNMENT OF INDIA
# FINANCE
# LOK SABHA

UNSTARRED QUESTION NO:5245
ANSWERED ON:22.12.2000
SUBSISTENCE ALLOWANCE TO SUSPENDED EMPLOYEES
CHANDRA NATH SINGH

**Will the Minister of FINANCE be pleased to state:**

(a) whether the Supreme Court in August, 2000 has held that it is the right of the suspended employee to get subsistence allowance during the period of suspension as per rule/law ;

(b) whether public and private sector banks have not paid the subsistence allowance to its suspended employees as per law/rule and after enhancing the subsistence allowance the same was recovered/withdrawn on the ground that the suspended employee did not cooperate with the inquiry ; and

(c) the action the Government propose to take to inquire as to how far and to what extent was the action of the public/private banks justified ?

## Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATIL)

(a) : Subsistence allowance is paid to the bank employees during the period of their suspension as per provisions contained in the Officers` Service Regulations/Bipartite Settlements.

(b) : Indian Banks` Association, which represents the management of its member banks both in public and private sectors, has reported that they are not aware of any such instance in the public/private sector banks which is a party to the Settlement at the industry level in respect of workmen or public sector banks in respect of officer employees.

(c) : Does not arise.